

**TO: Chairman and Members**

**DATE: May 12, 2011**

**SUBJECT: SB 81 Local Youthful Offender Rehabilitative  
Facilities Construction Financing Program Update**

**AGENDA ITEM: G**

**ACTION:  
INFORMATION: X**

**RESOURCE PERSON: Charlene Aboytes**

---

**Summary:**

This agenda item provides an update to the Corrections Standards Authority (CSA) Board regarding the Senate Bill (SB) 81 Local Youthful Offender Rehabilitative Facilities Construction Financing Program.

**Background:**

In August 2007 Governor Arnold Schwarzenegger signed the 2007 Budget Act that included \$100 million in lease-revenue bond financing to implement the Local Youthful Offender Rehabilitative Facility Construction Financing Program authorized by SB 81. In October 2010, Governor Schwarzenegger signed Assembly Bill 1628. This bill added an additional \$200 million in lease-revenue bond financing to the Local Youthful Offender Rehabilitative Facilities Construction Financing Program.

Since July 2009, the CSA Board has provided conditional awards to all 14 counties that applied for construction financing through this program. Because the financing is provided through the State Public Works Board's (SPWB) lease-revenue process, all of these projects are considered state projects and are subject to the same oversight as other state capital outlay projects.

Two of the counties that were conditionally awarded, Stanislaus and Shasta, have been moving through this process. The remaining 12 counties have not begun the design process; therefore, a schedule has not been developed showing SPWB activities. CSA staff will provide a specific update for each county at the time of the meeting.

---

**Recommendation/Action Needed:**

Information only.